

REGISTERED NUMBER: 02053320 (England and Wales)

REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018
FOR
SCARBOROUGH HOSPICE SALES LTD



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for the year ended 31 March 2018

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SCARBOROUGH HOSPICE SALES LTD

COMPANY INFORMATION
for the year ended 31 March 2018

DIRECTORS:

T J Boyes
M Chell

SECRETARY:

M Wilkerson

REGISTERED OFFICE:

c/o St Catherines Hospice
Throxenby Lane
Scarborough
North Yorkshire
YO12 5RE

REGISTERED NUMBER:

02053320 (England and Wales)

BANKERS:

HSBC
33 St Nicholas Street
Scarborough
North Yorkshire
Y011 2HN

SCARBOROUGH HOSPICE SALES LTD (REGISTERED NUMBER: 02053320)

**REPORT OF THE DIRECTORS
for the year ended 31 March 2018**

The directors present their report with the financial statements of the company for the year ended 31 March 2018.

PRINCIPAL ACTIVITY

The company provided an outside catering service to other health and social care users until December 2017 and sells calendars and novelty items to raise funds for charitable purposes for the benefit of Saint Catherine's Hospice. In accordance with its articles the company donated the surplus arising in the period to the hospice.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2017 to the date of this report.

T J Boyes
M Chell

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

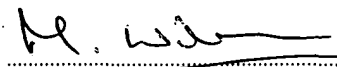
- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information. This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

BY ORDER OF THE BOARD:


.....

M Wilkerson - Secretary

Date: 20th August 2018

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF SCARBOROUGH HOSPICE SALES LTD

Opinion

We have audited the financial statements of Scarborough Hospice Sales Ltd (the 'company') for the year ended 31 March 2018 which comprise the Income Statement, Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2018 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information in the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Directors has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.

As required by the company's constitution we also report that, in our opinion, the provisions of Article of Association number 3 (reproduced in note 16 to these financial statements) have been complied with.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF SAINT CATHERINES HOSPICE LOTTERY LIMITED

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Sarah-Jane Sargent (Senior Statutory Auditor)
for and on behalf of Moore Stephens
Statutory Auditors
Chartered Accountants
12 Alma Square
Scarborough
North Yorkshire
YO11 1JU

21 August 2018

SCARBOROUGH HOSPICE SALES LTD (REGISTERED NUMBER: 02053320)**INCOME STATEMENT
for the year ended 31 March 2018**

	Notes	2018 £	2017 £
REVENUE		60,285	58,413
Cost of sales		<u>31,058</u>	<u>39,154</u>
GROSS PROFIT		29,227	19,259
Administrative expenses		<u>8,194</u>	<u>7,367</u>
OPERATING PROFIT	4	21,033	11,892
Gift aid donation -St Catherine's Hospice Trust	5	<u>19,783</u>	<u>10,892</u>
		1,250	1,000
Interest payable and similar expenses	6	<u>1,250</u>	<u>1,000</u>
PROFIT BEFORE TAXATION		-	-
Tax on profit	7	<u>-</u>	<u>-</u>
PROFIT FOR THE FINANCIAL YEAR		<u>-</u>	<u>-</u>

The notes form part of these financial statements

SCARBOROUGH HOSPICE SALES LTD (REGISTERED NUMBER: 02053320)

OTHER COMPREHENSIVE INCOME
for the year ended 31 March 2018

	Notes	2018 £	2017 £
PROFIT FOR THE YEAR		-	-
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		-	-

The notes form part of these financial statements

SCARBOROUGH HOSPICE SALES LTD (REGISTERED NUMBER: 02053320)

BALANCE SHEET
31 March 2018

	Notes	2018 £	2017 £
FIXED ASSETS			
Property, plant and equipment	9	2,499	-
CURRENT ASSETS			
Inventories	10	4,680	5,428
Debtors	11	597	5,646
Cash in hand		17,053	10,917
		<u>22,330</u>	<u>21,991</u>
CREDITORS			
Amounts falling due within one year	12	<u>23,823</u>	<u>20,985</u>
NET CURRENT (LIABILITIES)/ASSETS		<u>(1,493)</u>	<u>1,006</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,006</u>	<u>1,006</u>
CAPITAL AND RESERVES			
Called up share capital	13	6	6
Retained earnings	14	<u>1,000</u>	<u>1,000</u>
SHAREHOLDERS' FUNDS		<u>1,006</u>	<u>1,006</u>

The financial statements were approved by the Board of Directors on 25th August 2018 and were signed on its behalf by:

T J Boyes
T J Boyes - Director

SCARBOROUGH HOSPICE SALES LTD (REGISTERED NUMBER: 02053320)

STATEMENT OF CHANGES IN EQUITY
for the year ended 31 March 2018

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 April 2016	6	1,000	1,006
Changes in equity			
Balance at 31 March 2017	6	1,000	1,006
Changes in equity			
Balance at 31 March 2018	6	1,000	1,006

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2018**

1. STATUTORY INFORMATION

Scarborough Hospice Sales Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirement of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.41(b), 11.41(c), 11.41(e), 11.41(f), 11.42, 11.44, 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirement of Section 33 Related Party Disclosures paragraph 33.7.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Significant judgements and estimates

In preparing the financial statements, management is required to make estimates and assumptions which affect reported income, expenses, assets, liabilities and disclosure of contingent assets and liabilities. Use of available information and application of judgement are inherent in the formation of estimates, together with past experience and expectations of future events that are believed to be reasonable under the circumstances. Actual results in the future could differ from such estimates.

Critical judgements in applying the company's policies

The directors do not consider that there are any significant judgements which have had to be made in preparing these financial statements.

Critical accounting estimates and assumptions

The directors do not consider that any of the estimates and assumptions used in the preparation of these financial statements have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Revenue

Revenue comprises donations and income arising from the sale of fund-raising goods and outside catering, net of value added tax.

Tangible fixed assets

Depreciation of fixed assets has been provided at various rates which are anticipated to amortise the cost on a straight line basis over the assets' expected useful lives. Indicative annual rates are:-

Property, plant and equipment	15%
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Inventories

Inventories are valued at the lower of cost and net realisable value.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2018

2. ACCOUNTING POLICIES - continued

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Preparation of the accounts on a going concern basis

The management consider that there are no material uncertainties about the company's ability to continue as a going concern. The company continues to make healthy operating profits. All profits are donated to the parent company.

3. EMPLOYEES AND DIRECTORS

	2018 No.	2017 No.
The average number of staff employed within each category was:-		
Office and administration	<u>1</u>	<u>1</u>
Costs incurred were:-	£	£
Wages and salaries	3,450	2,962
Social security costs	326	247
Other pension costs	27	56
	<u>3,803</u>	<u>3,265</u>
	2018	2017
	£	£
Directors' remuneration	<u>-</u>	<u>-</u>

4. OPERATING PROFIT

The operating profit is stated after charging:

	2018	2017
	£	£
Auditors remuneration	<u>2,050</u>	<u>2,165</u>

5. EXCEPTIONAL ITEMS

	2018	2017
	£	£
Gift aid donation		
-St Catherine's Hospice Trust	<u>(19,783)</u>	<u>(10,892)</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2018

6. INTEREST PAYABLE AND SIMILAR EXPENSES

	2018	2017
	£	£
Hospice loan interest	<u>1,250</u>	<u>1,000</u>

7. TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose for the year ended 31 March 2018 nor for the year ended 31 March 2017.

8. INVENTORIES

Inventories recognised in cost of sales during the year as an expense was £20,536 (2017 - £21,579)

9. PROPERTY, PLANT AND EQUIPMENT

	Plant and machinery £
COST	
At 1 April 2017	2,395
Additions	2,499
Disposals	(2,395)
At 31 March 2018	<u>2,499</u>
DEPRECIATION	
At 1 April 2017	2,395
Eliminated on disposal	(2,395)
At 31 March 2018	<u>-</u>
NET BOOK VALUE	
At 31 March 2018	<u>2,499</u>
At 31 March 2017	<u>-</u>

10. INVENTORIES

	2018	2017
	£	£
Finished goods	<u>4,680</u>	<u>5,428</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
Trade debtors	-	5,288
Prepayments and accrued income	597	358
	<u>597</u>	<u>5,646</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
Trade creditors	490	163
Amounts owed to group undertakings	19,816	14,099
VAT	1,506	4,053
Accruals and deferred income	2,011	2,670
	<u>23,823</u>	<u>20,985</u>

SCARBOROUGH HOSPICE SALES LTD (REGISTERED NUMBER: 02053320)

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2018**

13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal value:	2018 £	2017 £
Number:	Class:			
6	Issued & fully paid	1	6	6

Shares carry equal voting rights. All profits of the company available for distribution as dividend are paid to St Catherine's Hospice Trust in accordance with the provisions stated in the company's articles.

14. RESERVES

	Retained earnings £
At 1 April 2017	1,000
Profit for the year	-
At 31 March 2018	1,000

The retained earnings include all current and prior period retained profits and losses.

15. ULTIMATE CONTROLLING PARTY

The ultimate controlling party is Saint Catherine's Hospice Trust and is the only parent for which group accounts are prepared. Saint Catherine's Hospice Trust is a company registered in England and Wales, and shares its registered office with Scarborough Hospice Sales Limited.

16. ARTICLES OF ASSOCIATION

Articles of Association number 3, referred to in the audit report, is reproduced below:

A. All the profits of the company available for distribution as dividend shall be paid to Saint Catherine's Hospice Trust, Scarborough (hereinafter called "the Trust") to be applied towards the promotion and carrying out of the objects of the Trust.

B. No member of the council or other governing body or other person engaged or concerned in the management of the Trust shall hold any salaried office or employment in the company.

C. No member of the council or other governing body or other persons engaged or concerned in the management of the Trust shall enter into or be concerned or interested directly or indirectly in any contract with the company, other than a contract which, if entered into with the Trust would not have involved any infringement of the Memorandum of Association, or other governing instrument of the Trust.

D. That the company's auditors shall include in their annual report a statement showing whether to the best of their knowledge and belief the above provisions have been complied with.